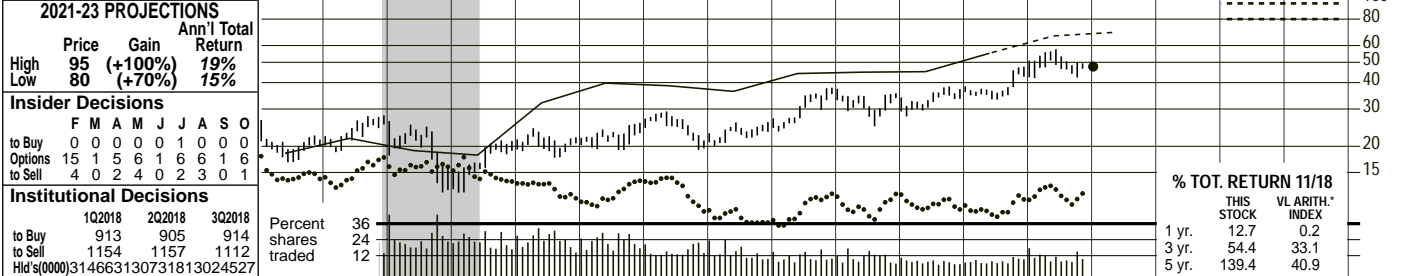


TIMELINESS 3 Lowered 11/23/18	High: 28.0 26.3 21.3 24.4 25.8 29.3 26.0 37.9 37.5 38.4 47.6 57.6	Low: 18.8 12.1 12.0 17.6 19.2 19.2 20.1 23.5 24.9 27.7 33.2 42.0	Target Price Range 2021 2022 2023
SAFETY 1 Raised 4/10/09	LEGENDS — 11.0 x "Cash Flow" p sh ... Relative Price Strength Options: Yes Shaded area indicates recession		
TECHNICAL 3 Lowered 10/5/18			
BETA 1.05 (1.00 = Market)			



2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	© VALUE LINE PUB. LLC 21-23	
4.07	4.65	5.47	6.56	6.14	6.59	6.76	6.36	7.92	10.80	10.79	10.61	11.77	11.72	12.56	13.39	15.50	16.30	Sales per sh	18.65
1.24	1.59	1.94	2.20	1.68	1.98	1.74	1.65	2.92	3.62	3.51	3.30	4.02	4.07	4.10	5.02	6.05	6.30	"Cash Flow" per sh	7.80
.51	.86	1.16	1.40	.86	1.18	.92	.77	2.05	2.39	2.13	1.89	2.31	2.33	2.72	3.47	4.55	4.60	Earnings per sh ^A	5.75
.08	.08	.16	.32	.41	.45	.55	.56	.63	.78	.87	.90	.90	.96	1.04	1.08	1.20	1.24	Div's ds Decl'd per sh ^B	1.40
.72	.56	.61	.98	1.00	.86	.93	.82	.94	2.15	2.23	2.16	2.13	1.55	2.03	2.51	3.00	3.50	Cap'l Spending per sh	4.50
5.40	5.83	6.17	6.11	6.37	7.35	7.03	7.55	8.97	9.18	10.36	11.73	11.77	13.12	14.19	14.91	16.30	17.80	Book Value per sh	21.60
6570.0	6487.0	6253.0	5919.0	5766.0	5818.0	5562.0	5523.0	5511.0	5000.0	4944.0	4967.0	4748.0	4725.0	4730.0	4687.0	4600.0	4500.0	Common Shs Outst'g ^C	4400.0
45.8	27.5	22.1	17.8	23.3	19.9	21.7	22.2	10.1	9.2	11.7	12.2	13.2	13.8	12.3	10.9	10.9	10.9	Avg Ann'l P/E Ratio	15.0
2.50	1.57	1.17	.95	1.26	1.06	1.31	1.48	.64	.58	.74	.69	.69	.69	.65	.55	.55	.55	Relative P/E Ratio	.85
.3%	.3%	.6%	1.3%	2.0%	1.9%	2.8%	3.3%	3.0%	3.5%	3.5%	3.9%	3.0%	3.0%	3.1%	2.9%	2.9%	2.9%	Avg Ann'l Div'd Yield	1.6%

CAPITAL STRUCTURE as of 9/29/18

Total Debt \$27,874 mill. Due in 5 Yrs \$2,370 mill.
LT Debt \$24,823 mill. LT Interest \$245.0 mill. (26% of Cap'l)

Interest Coverage: 24.6x
Leases, Uncapitalized Annual rentals \$215.0 mill.

Pens. Assets-12/17 \$2287 mill. Oblig. \$3842 mill.
Pfd Stock None

Common Stock 4,564,000,000 shs.

MARKET CAP: \$218 billion (Large Cap)

CURRENT POSITION	2016	2017	9/29/18
Cash Assets	17099	140002	13186
Receivables	4690	5607	5457
Inventory (FIFO)	5553	6983	7401
Other	8166	2908	3546
Current Assets	35508	29500	29590
Accts Payable	2475	2928	3593
Debt Due	4634	1776	3051
Other	13193	12717	12930
Current Liab.	20302	17421	19574

BUSINESS: Intel is a leading manufacturer of integrated circuits. Markets served: primarily makers of personal computers; also communications, industrial automation, military, and other electronic equipment. Main products: microprocessors (notably, the Pentium series), microcontrollers, and memory chips. Also sells computer modules and boards, and network products. Foreign business: about 80% of '17 sales. R&D: 20.9% of sales. '17 dep. rate: 6.8%. Has 103,700 empl. Off./dir. own less than 1% of common shares; The Vanguard Group, 7.3%; BlackRock, 6.3%. (4/18 proxy). Chair.: Andy Bryant. Pres.: Venkata Renduchintala. Interim CEO: Robert Swan. Inc.: DE. Address: 2200 Mission College Blvd., Santa Clara, CA 95054. Tel.: 408-765-8080. Internet: www.intc.com.

Intel hit its stride during the September quarter. Specifically, earnings per share clocked in at \$1.40, which was sharply above our \$1.13 expectation and the previous year tally of \$1.01. The top line was particularly impressive, increasing 19% on a year-over-year basis, to just under \$19.2 billion. Strength was broad based, with Intel's PC-centric business registering record sales, thanks to profitable products in the gaming and commercial segments. Furthermore, data-centric sales jumped 22% from last year's comparable-period tally. (This segment, it should be noted, is closely watched by Wall Street pundits, reflecting its high growth potential.) This segment has benefited in recent quarters from the explosive demand for data, which has resulted in increased investment from cloud and communication service providers.

We look for the good times to continue in the December period. The dynamics that benefited the industry behemoth during the September interim likely spilled over into the current quarter. Specifically, the domestic economy continues to chug along at a solid clip, auguring well for this cyclical company. Comparisons are likely to remain favorable across the board, with data-centric businesses likely leading the way. As noted above, the increasing need for data will likely continue to drive demand for Intel. The company is also poised to benefit from its Mobileye acquisition, which has given it a foothold in the lucrative autonomous car industry. We believe Intel will earn \$1.24 a share during the December period, on a top-line advance of about 11%. Looking to next year, while we look for many of the positive factors to continue, tough comparisons will make eking out a bottom-line gain difficult to come by.

The industry leader appears to be well positioned for the long haul. A while ago, we noted that Intel had to find a way to boost long-term growth, owing to a mature personal computer market. It seems that it has found a few lucrative markets (data centric, Internet of Things, and the autonomous car market).

These shares are a compelling choice for the 3 to 5 years ahead, based on their solid gains potential.

Alan G. House December 28, 2018

(A) Dil. egs. Excl. nonrecurr. gains (losses): '02, (5¢); '03, (1¢); '10, (4¢); '16, (60¢). Next egs. report due late Jan.	Aug., and Nov. ■ Dividend reinvestment plan available. (C) In millions.	Company's Financial Strength	A++
(B) Dividends historically paid late Feb., May, and Nov.	(D) Excludes amortization of goodwill and other acquisition-related intangibles.	Stock's Price Stability	75
		Price Growth Persistence	55
		Earnings Predictability	75